W/05-339

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# ALLTEL COMMUNICATIONS INC. and MIDWEST WIRELESS HOLDINGS L.L.C.

# **FCC APPLICATIONS**

December 2, 2005

# TABLE OF CONTENTS

Tab Application File No.

	Wireless Licenses	The second secon
1	Application to transfer control of Midwest Wireless Communications L.L.C. to ALLTEL Communications, Inc. (Lead Application)	0002391997
2	Application to transfer control of Midwest Wireless Iowa L.L.C. to ALLTEL Communications, Inc.	0002395311
3	Application to transfer control of Midwest Wireless Wisconsin L.L.C. to ALLTEL Communications, Inc.	0002395362
4	Application to transfer control of Switch 2000 L.L.C. to ALLTEL Communications, Inc.	0002395398
_	International Section 214 Authorizations	Man San San San San San San San San San S
5	Application to transfer control of Midwest Wireless Communications L.L.C. to ALLTEL Communications, Inc.	TBA
6	Application to transfer control of Midwest Wireless Wisconsin L.L.C. to ALLTEL Communications, Inc.	TBA
7	Application to transfer control of Midwest Wireless Iowa L.L.C. to ALLTEL Communications, Inc.	TBA
	Ownership Report	1
8	ALLTEL Communications, Inc.	0002398413

# Reference Copy Only. Do Not Mail to the FCC as an Application.

Submitted: 12/02/2005 at 17:45:31

File Number: 0002391997

FCC 603 Main Form

## FCC Wireless Telecommunications Bureau Application for Assignments of Authorization and Transfers of Control

Approved by OMB 3060 - 0800 See instructions for public burden estimate

#### **General Information**

1) Application Purpose (Select only one) (TC-)  AA - Assignment of Authorization AM - Amendment TC - Transfer of Control  WD - Withdrawal EX - Required Notification (For Consumr TC - Transfer of Control  EX - Required Notification of Time (To Consumr TC - Transfer of Control)	nation of an Assignment or Transfer) Consummate an Assignment or Transfer)
<ol> <li>If this application is for an Amendment (AM) or Withdrawal (WD), enter the File Number of the pending or consented to application currently on file with the FCC.</li> </ol>	File Number:
3a) Is this application for Assignment of Authorization or Transfer of Control part of a series of applications involving other wireless license(s) held by the licensee, affiliates of the licensee (e.g., parents, subsidiaries, or commonly-controlled entities), or third parties that are not included on this application and for which Commission approval or notification is required?	( Y ) <u>Y</u> es <u>N</u> o
3b) If the answer to 3a is 'Y', provide the File Number of the lead application.	File Number: 0002391997
3c) Does this application for Assignment of Authorization or Transfer of Control involve the assignment or transfer of non-wireless licenses/authorizations for which Commission approval or notification is required?	
4) Are attachments being filed with this application?	( <sup>Y</sup> ) <u>Y</u> es <u>N</u> o
Fees and Waivers	
5a) Is the applicant exempt from FCC application fees?	( N ) <u>Y</u> es <u>N</u> o
If 'Y', attach an exhibit justifying how the applicant is exempt from FCC application fees.	
5b) Is a waiver/deferral of the FCC application fees being requested and the application fees are not being submitted in conjunction with this application?	(N) <u>Y</u> es <u>N</u> o
If 'Y', attach a date-stamped copy of the request for waiver/deferral of the FCC application fees.	
6a) Does this application include a request for waiver of the Commission's rules (other than a request for application fee waivers)?	(N ) <u>Y</u> es <u>N</u> o
If 'Y', attach an exhibit specifying the rule section(s) for which a waiver is being requested and including a justification for the waiver request.	
6b) If 6a is 'Y', enter the number of rule sections involved.	Number of Rule Sections:

#### **Additional Transaction Information**

7) Has this application for Assignment of Authorization or Transfer of Control already occurred?		(N	) <u>Y</u> es	No
8a) The Assignment of Authorization or Transfer of Control is:		☐ In	volunta	ry
8b) If 8a is 'Involuntary', provide the date that the event occurred:	(MM/DD/YYYY)		1	
9a) Is this application a pro forma Assignment of Authorization or Transfer of Control?		(N	) <u>Y</u> es	<u>N</u> o
9b) If 9a is 'Y', is this a post notification that is being filed under the Commission's forbearance procedures pursuant to Section 1.948(c)(1) of the Commission's Rules?		( 6.	) <u>Y</u> es	<u>N</u> o
9c) If 9b is 'Y', provide the consummation date of the Assignment of Authorization or Transfer of Control.	(MM/DD/YYYY)			
10a) Does this application involve the partitioning and/or disaggregation of geographic-area licenses?  If 'Y', complete Schedule B and, if applicable, Schedule C.			ે) <u>Y</u> es	<u>N</u> o
10b) If 10a is 'N', does this application involve the partial assignment of site-based licenses?		(	) <u>Y</u> es	<u>N</u> o

11) F	low will/has the Assignment of Authoriza	tion or Transfer of Control	be/been accomplished? Select One: (	(T)	
<u>s</u>	ale or other assignment of assets	<u>C</u> ourt order	Reorganization or liquidation		
1	ransfer of stock or other ownership inter-	ests			
<u>c</u>	ther (voting trust agreement, manageme	nt contract, etc.):			
Desig	nated Entity Information (If 12a, 12	b or 12c is 'Y', Schedule A	is required to be completed.)		
	Does this application for Assignment of A originally awarded with bidding credits w		Control involve any licenses that were	(N	) <u>Y</u> es <u>N</u> o
	Does this application for Assignment of A originally subject to the Commission's in		Control involve any licenses that were	(1)	∖) <u>Y</u> es <u>N</u> o
12c)	Does this application for Assignment of A originally granted pursuant to closed bid			( N	I) <u>Y</u> es <u>N</u> o
Com	petition-Related Information	The state of the s			
13)	Does this application for Assignment of be used for interconnected mobile voice a geographic overlap with another licer indirect interests (of 10 percent or more) could be used to provide interconnected	Authorization or Transfer o and/or data services that w ise(s) in which the Assigno , either as allicensee or spe	f Control involve a license(s) that may ould, if assigned or transferred, create ee/Transferee already holds direct or octrum lessee/sublessee, and that also	( Y	′) <u>Y</u> es <u>N</u> o
14a)	Does the Assignee/Transferee hold dire already has access to 10 MHz or more Specialized Mobile Radio (SMR) servic geographic area?	spectrum in the Cellular Ra	diotelephone, broadband PCS, or	(Y	) <u>Y</u> es <u>N</u> o
14b)	Would/does this application for Assignm of entities providing service (using spec affected market(s)?			( Y	) <u>Y</u> es <u>N</u> o
Broad	Iband Radio Service and Education	onal Broadband Servic	e Information		
15a)	Will the requested facilities be used to p	rovide multichannel video	programming?	(	) <u>Y</u> es <u>N</u> o
15b)	If 15a is 'Y', does the Assignee/Transfe Section 27.1202 of the Commission's R located within the geographic area of the	ules) in a cable television s		(	) <u>Y</u> es <u>N</u> o
	If 'Y', provide an exhibit explaining how Commission's Rules or justifying a waiv requested, 6a must be answered 'Y'.				
16)	Does the Assignee/Transferee comply v 27.1203 of the Commission's Rules?	vith the programming requ	irements contained in Section	(	) <u>Y</u> es <u>N</u> o
	If 'N', provide an exhibit explaining how t Commission's Rules or justifying a waive requested, 6a must be answered 'Y'.	ū	•		



Assignor/Licensee Information						
17) Assignor/Licensee is a(n): (Select One)						
☐ Individual ☐ Unincorporated Association ☐	Trust	Gove	ernment Er	ntity Corpora	ation 🔼 Limited Liabil	ty Company
General Partnership Limited Partnership	Lir	mited Liability	/ Partnersł	nip 🗌 Consort	tium	
Other:			<u> </u>			
18) FCC Registration Number (FRN): 0002625739						
19) First Name (if individual):		MI:	Last I	Name:		Suffix:
20) Legal Entity Name (it not an individual).	Vireless	s Communica	ations L.L.	C. 		
21) Attention To: Sean Simpson						
22) P.O. Box: <sup>4069</sup>	And /Or	23) Street	Address:	2000 Technology Dr	ive	
24) City: Mankato				25) State: MN	26) Zîp Code: 5	56002
27) Telephone Number: (507)385-2440		i. V	28) Fax	Number:		
29) E-Mail Address: sean.simpson@midwestwireless	s.com					
30) Demographics of Assignor/Licensee (Option	nal):				- <del></del>	
Race: American Indian or Alaska Native		i <b>city:</b> ispanic or La	tino	-27	Gender: Male	
Asian	□N	ot Hispanic c	r Latino		Female	
Black or African-American						
☐ Native Hawaiian or Other Pacific Islander☐ White						
Assignor/Licensee Contact Representative	<u> </u>	<del>-</del>			2.4.	
31) First Name:		Mt:	Last Na	W.		Suffix:
32) Company Name:						
33) Attention To:			<u> </u>			
34) P.O. Box:	And /Or	35) Street	Address:			_
36) City:				37) State:	38) Zip Code	
39) Telephone Number:			40) Fax	Number:		A CONTROL OF THE CONT
41) E-Mail Address:						

The state of the s

## Transferor Information (for Transfers of Control only)

42) Transferor is a(n): (Select One)	_					Company		
☐ Individual ☐ Unincorporated Association ☐ Trust ☐ Government Entity ☐ Corporation ☒ Limited Liability Company								
General Partnership Limited Partnership Limited Liability Partnership Consortium  Other:								
			_					
43) FCC Registration Number (FRN): 0005676416								
44) First Name (if individual):	Mi:		Last Nar	me:		Suffix:		
45) Legal Entity Name (if not an individual). Midwest W	reless	Holdings L.L.(	<b>D</b> .					
46) Attention To: Sean Simpson	<u>,                                    </u>							
47) P.O. Box: <sup>4069</sup>	And /Or	48) Street A	ddress: 20	000 Technology Drive				
49) City: Mankato				50) State:MN	51) Zip Code: <sup>560</sup>	002		
52) Telephone Number: (507)385-2440			53) Fax	Number:				
54) E-Mail Address: sean.simpson@midwestwireless	.com	ni 1 2 3 1 2						
55) Demographics of Transferor (Optional):			ser igilitatu.					
Race:  American Indian or Alaska Native		i <b>city:</b> ispanic or Lati	no		ender: Male			
Asian	N□	ot Hispanic or	Latino		] Female			
Black or African-American								
☐ Native Hawaiian or Other Pacific Islander			ili.					
White	<u> </u>			* <del>**</del>				
Transferor Contact Representative					\$ . 			
56) First Name: David	MI:	L	Last Na	me: Nace	viik:	Suffix: Esq		
57) Company Name: Lukas, Nace, Gutierrez & Sachs, Chtd.								
58) Attention To:								
59) P.O. Box:	And /Or	60) Street /	Address: 1	650 Tysons Blvd., Suite				
61) City: McLean 62) State: VA 63) Zip Code: 22102								
64) Telephone Number: (703)584-8661 65) Fax Number:								
66) E-Mail Address: dnace@fcclaw.com								

Assignee/Transferee Information							
67) Assignee/Transferee is a(n): (Select One)							
☐ Individual ☐ Unincorporated Association ☐	Trust	Gove	rnment Er	ntity 🗓 C	Corporation [	Limited Lis	ability Company
General Partnership Limited Partnership	Lir	mited Liability	Partnersh	ip 🗌 C	Consortium		
Other:			<del></del>		<u>.</u>	<del></del>	
68) FCC Registration Number (FRN): 0001720101						····	
69) First Name (if individual):		MI:	Last Na	ne:			Suffix:
70) Legal Entity Name (if not an individual): ALLTEL C	ommun	ications, Inc.					
71) Attention To: Wireless Regulatory Supervisor							
72) Real Party in Interest FCC Registration Number (F	RN): 0	001720101					
73) Name of Real Party in Interest: ALLTEL Commun	ications	Inc.					
74) P.O. Box:	And /Or	75) Street A	\ddress:	One Allied Dr	ive, B2F02-A		
76) City: Little Rock				77) State: <sup>/</sup>	\R	78) Zip Cod	e: <sup>72202</sup>
79) Telephone Number: (501)905-8555		77 27 30 27 30 27 30 30 30 30 30 30 30 30 30 30 30 30 30 3	80) Fax	Number: (50	1)905-6193	<u></u>	
81) E-Mail Address:		g.i.v	See of Control of Cont				
82) Demographics of Assignee/Transferee (Op	tional)	•		A Comment			
Race: American Indian or Alaska Native	Ethn	icity: ispanic or Lat	v joša	And the state of t		nder: Male	
Asian	□N	ot Hispanic oı	r Latino			Female	
Black or African-American							
Native Hawaiian or Other Pacific Islander				To the second se		10 10 10 10 10 10 10 10 10 10 10 10 10 1	
☐ White	if ather	than Assign		oforno)			
Assignee/Transferee Contact Representative (i 83) First Name: Cheryl		i: A		me: Tritt			Suffix:
83) First Name:		i. A	Lastite				Od.ii.a.
84) Company Name: Morrison & Foerster LLP							···············
85) Attention To:	T						
86) P.O. Box:	And /Or	87) Street	Address:	2000 Penns	ylvania Avenu	e, NW, Suite	5500
88) City: Washington				89) State:	DC	90) Zip Co	ode: 20006
91) Telephone Number: (202)887-1510			92) Fax	Number: (20	2)887-0763	기념한 변환인 최기 보기가 변인 최종	Control of Steen
93) E-Mail Address: CTritt@mofo.com							

**Ownership Disclosure Information** 

94a) Is the Assignee/Transferee required to file FCC Form 602, Ownership Disclosure Information for the Wireless Telecommunications Services?	(Y ) <b>Y</b> es <b>N</b> o
94b) If 94a is 'Y', provide the File Number of the FCC Form 602 that is required to be submitted in conjunction with this application or already on file with the FCC.	File Number: 0002398413

Alien Ownership Information

Alien Ownership Information		
95) Is the Assignee/Transferee a foreign government or the representative of any foreign government?	(N ) <u>Y</u>	(es <u>N</u> o
96) Is the Assignee/Transferee an alien or the representative of an alien?	(N ) <u>Y</u>	<u>∕</u> es <u>N</u> o
97) Is the Assignee/Transferee a corporation organized under the laws of any foreign government?	(N ) <u>Y</u>	<u>(</u> es <u>N</u> o
98) Is the Assignee/Transferee a corporation of which more than one-fifth of the capital stock is owned of record or voted by aliens or their representatives or by a foreign government or representative thereof or by any corporation organized under the laws of a foreign country?	(N)	<u>′</u> es <u>N</u> o
99a) is the Assignee/Transferee directly or indirectly controlled by any other corporation of which more than one-fourth of the capital stock is owned of record or voted by aliens, their representatives, or by a foreign government or representative thereof, or by any corporation organized under the laws of a foreign country?	(N ) <u>Y</u>	Yes <u>N</u> o
99b) If 99a is 'Y', has the Assignee/Transferee received a ruling(s) under Section 310(b)(4) of the Communications Act with respect to the same radio service(s) and geographic coverage area(s) involved in this application?	( )2	<u>Y</u> es <u>N</u> o
If 99b is 'N', attach a date-stamped copy of a request for a foreign ownership ruling pursuant to Section 310(b)(4) of the Communications Act.		

**Basic Qualification Information** 

100) Has the Assignee/Transferee or any party to this application had any FCC station authorization, license or construction permit revoked or had any application for an initial, modification or renewal of FCC station authorization, license, or construction permit denied by the Commission?	(N) <u>Y</u> es <u>N</u> o
101) Has the Assignee/Transferee or any party to this application, or any party directly or indirectly controlling the Assignee/Transferee ever been convicted of a felony by any state or federal court?	(N ) <u>Y</u> es <u>N</u> o
102) Has any court finally adjudged the Assignee/Transferee, or any party directly or indirectly controlling the Assignee/Transferee guilty of unlawfully monopolizing or attempting unlawfully to monopolize radio communication, directly or indirectly, through control of manufacture or sale of radio apparatus, exclusive traffic arrangement, or any other means or unfair methods of competition?	(N ) <u>Y</u> es <u>N</u> o

Assignor/Transferor Certification Statements

Signature:

Dennis Miller

The Assignor/Transferor certifies either that (1) the authorization will not be assigned or that control of the license(s) will not be transferred until the consent of the Federal Communications Commission has been given, or (2) prior Commission consent is not required because the transaction is subject to streamlined notification procedures for pro forma assignments and transfers by telecommunications carriers. See Section 1.948(c) (1) of the Commission's Rules. The Assignor/Transferor certifies that all statements made in this application and in the exhibits, attachments, or documents incorporated by 2) reference are material, are part of this application, and are true, complete, correct, and made in good faith. The Assignor/Transferor certifies that it is not in default on any payment for Commission licenses and that it is not delinquent on any non-tax debt owed to any federal agency. Typed or Printed Name of Party Authorized to Sign Suffix: 103) First Name: MI: Last Name: Miller Dennis 104) Title: President and CEO 105) Date:

FAILURE TO SIGN THIS APPLICATION MAY RESULT IN DISMISSAL OF THE APPLICATION AND FORFEITURE OF ANY FEES PAID. WILLFUL FALSE STATEMENTS MADE ON THIS FORM OR ANY ATTACHMENTS ARE PUNISHABLE BY FINE AND/OR IMPRISONMENT (U.S. Code, Title 18, Section 1001) AND/OR REVOCATION OF ANY STATION LICENSE OR CONSTRUCTION PERMIT (U.S. Code, Title 47, Section 312(a)(1)), AND/OR FORFEITURE (U.S. Code, Title 47, Section 503).

12/02/2005

The Assignee/Transferee certifies either that (1) the authorization(s) will not be assigned or that control of the license(s) will not be transferred until 1) the consent of the Federal Communications Commission has been given, or (2) prior Commission consent is not required because the transaction is subject to streamlined notification procedures for pro forma assignments and transfers by telecommunications carriers. See Section 1.948(c)(1) of the Commission's Rules. The Assignee/Transferee waives any claim to the use of any particular frequency or of the electromagnetic spectrum as against the regulatory power of the United States because of the previous use of the same, whether by license or otherwise, and requests an authorization in accordance with this application. The Assignee/Transferee certifies that grant of this application would not cause the Assignee or Transferee to be in violation of any pertinent crossownership or attribution rules.\* \*If the Assignee/Transferee has sought a waiver of any such rule in connection with this application, it may make this certification subject to the outcome of the waiver request. The Assignee/Transferee agrees to assume all obligations and abide by all conditions imposed on the Assignor/Transferor under the subject 4) authorization(s), unless the Federal Communications Commission pursuant to a request made herein otherwise allows, except for liability for any act done by, or any right accrued by, or any suit or proceeding had or commenced against the Assignor/Transferor prior to this assignment/transfer. The Assignee/Transferee certifies that all statements made in this application and in the exhibits, attachments, or documents incorporated by 5) reference are material, are part of this application, and are true, complete, correct, and made in good faith. The Assignee/Transferee certifies that neither it nor any other party to the application is subject to a denial of Federal benefits pursuant to Section 5301 of the Anti-Drug Abuse Act of 1988, 21 U.S.C. § 862, because of a conviction for possession or distribution of a controlled substance. See Section 1.2002(b) of the Commission's Rules for the definition of "party to the application" as used in this certification.

Typed or Printed Name of Party Authorized to Sign

non-tax debt owed to any federal agency.

Typed of Fillited Name of Faity Aut	nonzea to orgin	The state of the s	
106) First Name: Glenn	MI: S	Last Name: Rabin	Suffix:
107) Title: Vice President - Federal Com	nmunications		
Signature: Glenn S Rabin			108) Date: 12/02/2005
FAILURE TO SIGN THIS APPLICATION	MAY RESULT IN DISMIS	SAL OF THE APPLICATION AND FORFEIT	IRE OF ANY FEES PAID.
WILLFUL FALSE STATEMENTS MADE Code, Title 18, Section 1001) AND/OR 312(a)(1)) AND/OR FORFEITURE (U.S.	REVOCATION OF ANY S	ATTACHMENTS ARE PUNISHABLE BY ENTER THE TATION LICENSE OR CONSTRUCTION PER 03).	RE AND/OR IMPRISONMENT (U.S. RMIT (U.S. Code, Title 47, Section

The Assignee/Transferee certifies that it is not in default on any payment for Commission licenses and that it is not delinquent on any



## Authorizations To Be Assigned or Transferred

108) Call Sign	109) Radio Service Code	110) Location Number	111) Path Number (Microwave only)	112) Frequency Number	113) Lower or Center Frequency (MHz)	114) Upper Frequency (MHz)	115) Constructed Yes / No
NKA740	CL - Cellular						Υ
NKN290	CL - Cellular						Y
		<u></u> .					
NKN403	CL - Cellular			<u>-</u>	<del> </del>		Υ
NKN403	OL - Celiujar						
							<u> </u>
NKN416	CL - Cellular						Υ
							ļ
			<u> </u>				
NKN422	CL - Cellular						Y
NKN482	CL - Cellular		12 00		<u> </u>	<del> </del>	Y
1411140Z	OL - Ochulai						
		11.00	A CONTROL OF THE PROPERTY OF T				
(NLF368	CW - PCS						Y
	Broadband						
				<u> </u>			Υ
NLF485	CW - PCS Broadband						
			HAR ME	3 (2) (2) (2) (3) (3) (4) (4) (4) (4) (4) (4) (4) (4) (4) (4			
NLG882	CW - PCS		. 25			-	Υ
	Broadband			AND THE RESERVE OF THE PARTY OF			
					<u></u>		
(NLG884	CW - PCS Broadband						Y
	Dioaubano						
	CW - PCS	<u></u>	ļ	44	4		Y
KNLG950	Broadband				- 1 -		
WPLM390	LD - Local	l. ————					Ÿ
	Multipoint Distribution Service						
					3		
WPLM391	LD - Local Multipoint						
	Distribution Service			,			
WPLM392	LD - Local	ļ		<del> </del>		4	N
THE EMISON	Multipoint						
	Distribution Service						
WPLM393	LD - Local				44.		N
	Multipoint Distribution Service			}	*		
					<u> </u>		Υ
WPOJ773	CW - PCS Broadband				# <sup>4</sup>		
					# <sup>1</sup> :		
WPOJ774	CW - PCS		_				Y
	Broadband						
						7 ( 7 - 7 ) ( 7 )	Water Marie
WPOK679	CW - PCS				_		Y
	Broadband			1			

108) Call Sign	109) Radio Service Code	110) Location Number	111) Path Number (Microwave only)	112) Frequency Number	113) Lower or Center Frequency (MHz)	114) Upper Frequency (MHz)	115) Constructed Yes / No
WQAC262	CF - Common Carrier Fixed Point to Point Microwave						Υ
WQAG250	CF - Common Carrier Fixed Point to Point Microwave						Y
WQAT937	CF - Common Carrier Fixed Point to Point Microwave	14 14 14					Y

## Attachment(s):

Type	Description	Date Entered	
0	Exhibit 1, Schedule C	12/02/2005	
0	Exhibit 1, Schedule B	12/02/2005	
0	Exhibit 1, Schedule A	12/02/2005	
О	Description of Transacation & Public Interest Statement	12/02/2005	

Application for Consent to Transfer Control Lead Application FCC Form 603 Exhibit 1 Page 1 of 18

# DESCRIPTION OF TRANSACTION AND PUBLIC INTEREST STATEMENT

ALLTEL Communications, Inc. ("ACI") and Midwest Wireless Holdings, L.L.C. ("Midwest Wireless") request Federal Communications Commission ("FCC" or "Commission") consent to transfer control of four Midwest Wireless subsidiaries – Midwest Wireless Communications L.L.C., Midwest Wireless Iowa L.L.C., Midwest Wireless Wisconsin L.L.C., and Switch 2000 L.L.C. (the "Midwest Subsidiaries") – to ACI. The Midwest Subsidiaries hold the FCC wireless licenses identified in Schedule A, which include cellular, personal communications services ("PCS"), local multipoint distribution service ("LMDS"), point-to-point microwave, and 39 GHz authorizations (the "Licenses"). The Midwest Subsidiaries also hold three international Section 214 authorizations. ACI and Midwest Wireless are filing concurrent applications to transfer control of the Section 214 authorizations.

ACI is a wholly-owned indirect subsidiary of ALLTEL Corporation ("ALLTEL"). Transferring control of the Midwest Subsidiaries to ACI will yield significant public interest benefits, including making ALLTEL a stronger regional wireless carrier that can better compete against nationwide and other wireless carriers. Post-transaction, ALLTEL will be able to deliver more wireless services more broadly than either it or Midwest Wireless could have done on a stand-alone basis. For example, the transaction will create substantial economies of scope and scale, which will enable ALLTEL to roll-out quickly advanced broadband wireless services. Consequently, ALLTEL will be able to offer better products to consumers and to compete more effectively against larger nationwide and other wireless service providers. The transaction also expands ALLTEL's service footprint, creating potential expanded roaming opportunities for other wireless carriers. Further, because the markets served by ALLTEL and the Midwest Subsidiaries are largely complementary and substantial competition will remain in the limited overlap areas, these benefits can be achieved without any significant adverse impact on competition.

#### I. BACKGROUND

## A. Description Of The Parties

#### 1. ALLTEL

ALLTEL, a Delaware corporation headquartered in Little Rock, Arkansas, is a diversified telecommunications company and the parent holding company of ACI. Through its subsidiaries, ALLTEL provides wireless, local wireline telephone, long-distance, Internet, and high-speed data services to residential and business customers in 36 states. These services are provided in mid-sized cities and rural areas throughout much of the Southeast and portions of the Northeast, Southeast, Southwest, and upper Midwest United States.

Application for Consent to Transfer Control Lead Application FCC Form 603 Exhibit 1 Page 2 of 18

ALLTEL, and thus ACI, are legally, technically, and financially qualified to undertake the proposed transfer of control. The Commission recently reviewed ALLTEL's qualifications and determined that the company has all the requisite character and other qualifications to hold FCC licenses. An FCC Form 602 providing the ownership information for ALLTEL as it would appear upon consummation of the proposed transaction is on file with the Commission.

#### 2. Midwest Wireless

Based in Mankato, Minnesota, Midwest Wireless is a leading regional wireless service provider with more than 400,000 customers in southern Minnesota, northern and eastern Iowa and western Wisconsin. Midwest Wireless offers wireless phone services, as well as mobile Internet access on phones and wireless devices. In select areas, Midwest Wireless also offers wireless broadband Internet services for homes and businesses.

## B. Description Of The Transaction

ALLTEL and Midwest Wireless executed a Transaction Agreement dated as of November 17, 2005 ("Agreement"). Under the terms of the Agreement, ALLTEL will acquire control of the Midwest Subsidiaries, including their customers, network assets, and FCC licenses. The Agreement will be effectuated by transferring all membership interests in each of the Midwest Subsidiaries to ACI (or other designated ALLTEL subsidiary). In the alternative, the parties may choose to merge Midwest Wireless with a newly formed ALLTEL subsidiary. Under either scenario, the Midwest Subsidiaries will become wholly-owned indirect subsidiaries of ACI and thus ALLTEL.

To the extent that any of the Licenses are C or F Block PCS licenses, or former "designated entity" licenses, no restrictions prevent the transfer of control of those Licenses to ACI, because they were initially granted more than five years ago or the five-year construction benchmark for these Licenses has been met.<sup>2</sup> Furthermore, there is no outstanding debt owed to the Commission for the Licenses or any unjust enrichment payment required under the proposed transaction.

#### C. Standard Of Review

Pursuant to Sections 310(d) and 214 of the Communications Act of 1934, as amended (the "Act"), control of the Licenses may not be transferred unless the Commission finds "that the

<sup>&</sup>lt;sup>1</sup> See Applications of Western Wireless Corp. and ALLTEL Corp. For Consent to Transfer Control of Licenses and Authorizations, 20 FCC Rcd 13053 (2005) ("ALLTEL/WWC Order") (consenting to ALLTEL's merger with Western Wireless Corp.).

<sup>&</sup>lt;sup>2</sup> See 47 C.F.R. 24.839(a).

Application for Consent to Transfer Control Lead Application FCC Form 603 Exhibit 1 Page 3 of 18

public interest, convenience and necessity will be served thereby." In conducting its review in other similar transaction, the Commission typically first evaluates the transferee's qualifications. As discussed above, ACI is qualified to hold, manage and operate the Licenses. The Commission's public interest analysis also involves a review of the benefits and competitive impact of the proposed transaction. This determination requires both an evaluation of competitive effects and a broader public policy analysis that includes "a deeply rooted preference for preserving and enhancing competition in relevant markets, accelerating private sector deployment of advanced services, ensuring a diversity of license holdings, and generally managing the spectrum in the public interest." The Commission also "must determine whether the transaction violates [FCC] rules, or would otherwise frustrate implementation or enforcement of the Communications Act and federal communications policy." As further discussed below, the proposed transaction satisfies these criteria.

<sup>&</sup>lt;sup>3</sup> 47 U.S.C. §§ 214, 310(d). As discussed in Section IV, ALLTEL and Midwest Wireless are separately requesting Commission consent to transfer control of the Midwest Subsidiaries to ALLTEL under Section 214 of the Act.

<sup>&</sup>lt;sup>4</sup> The Commission generally does not "re-evaluate the qualifications of transferors unless issues related to basic qualifications have been designated for hearing by the Commission or have been sufficiently raised in petitions to warrant the designation of a hearing." *ALLTEL/WWC Order*, 20 FCC Rcd at 13063-64. In this case, the qualifications of Midwest Wireless have not been designated for hearing or otherwise warrant a hearing.

<sup>&</sup>lt;sup>5</sup> See, e.g., id. At 13064-65; Applications of AT&T Wireless Services, Inc. and Cingular Wireless Corp. For Consent to Transfer Control of Licenses and Authorizations, 19 FCC Rcd 21522, 21542-43 (2004) ("Cingular/AWS Order"); Global Crossing Ltd. (Debtor-in-Possession), Transferor, and GC Acquisition Limited, Transferee, Applications for Consent to Transfer Control of Submarine Cable Landing Licenses, International and Domestic Section 214 Authorizations, and Common Carrier and Non-Common Carrier Radio Licenses, 18 FCC Rcd 20301, 20315-16 (IB, WTB, WCB 2003) ("Global Crossing Order"); Applications of VoiceStream Wireless Corp., Powertel, Inc., Transferors, and Deutsche Telekom AG, Transferee, for Consent to Transfer Control of Licenses and Authorizations Pursuant to Sections 214 and 310(d) of the Communications Act, 16 FCC Rcd 9779, 9789 (2001).

<sup>&</sup>lt;sup>6</sup> ALLTEL/WWC Order, 20 FCC Rcd at 13064; Cingular/AWS Order, 19 FCC Rcd at 21542-44; see also Global Crossing Order, 18 FCC Rcd at 20315; 47 U.S.C. § 157(a).

<sup>&</sup>lt;sup>7</sup> General Motors Corp. and Hughes Electronics Corp., Transferors and the News Corp. Ltd., Transferee, For Authority to Transfer Control, 19 FCC Rcd 473 (2004); accord Cingular/AWS Order, 19 FCC Rcd at 21544-45.

# II. TRANSFERRING CONTROL OF MIDWEST WIRELESS TO ALLTEL SERVES THE PUBLIC INTEREST

Commission approval of the proposed transfer of control will promote the public interest by strengthening ALLTEL as a competitor in the wireless marketplace, a particularly beneficial result in light of the recent consolidation of certain nationwide competitors. The transaction will expand significantly ALLTEL's wireless footprint into Iowa and Wisconsin and supplement ALLTEL's existing footprint in Minnesota and certain markets in Nebraska, South Dakota, and Illinois. The proposed transaction also will create significant economies of scale and scope that will improve ALLTEL's ability to compete against nationwide and other wireless carriers. ALLTEL will be able to deploy advanced wireless services in rural areas more quickly than it could pre-transaction.

## A. Consumers Will Benefit From ALLTEL's Expanded Footprint

The Commission has determined that the public interest is served by approving transactions that enable wireless carriers to expand their facilities-based footprint.<sup>8</sup> The Commission has noted that:

With a larger footprint, not only can a carrier offer competitive service to more consumers across the country, but also its consumers may enjoy enhanced service and/or lower prices because of factors such as the wider area in which the carrier's full handset functionality is operative and the carrier's lessened reliance on roaming agreements to fill out its coverage.<sup>9</sup>

Upon consummation of the proposed transaction, ALLTEL's wireless footprint will cover rural areas and mid-sized cities in 36 states. The markets that ALLTEL is acquiring through the Midwest Subsidiaries are generally contiguous to ALLTEL's existing operations and cover a population of approximately 1.9 million. <sup>10</sup>

<sup>&</sup>lt;sup>8</sup> See Applications of Northcoast Communications, LLC and Cellco Partnership d/b/a Verizon Wireless, For Consent to Assignment of Licenses, 18 FCC Rcd 6490, 6494 (2003); Applications for Consent to the Assignment of Licenses Pursuant to Section 310(d) of the Communications Act from NextWave Personal Communications, Inc., Debtor-in-Possession, and NextWave Power Partners, Inc., Debtor-in-Possession, to Subsidiaries of Cingular Wireless LLC, 19 FCC Rcd 2570, 2585 (2004); Cingular/AWS Order, 19 FCC Rcd at 21604.

<sup>&</sup>lt;sup>9</sup> Cingular/AWS Order, 19 FCC Rcd at 21604.

<sup>&</sup>lt;sup>10</sup> See ALLTEL News Release, Alltel Agrees to Purchase Midwest Wireless for \$1 Billion in Cash (Nov. 18, 2005), at http://www.alltel.com/corporate/media/news/05/nov/n411nov1805.html.

Application for Consent to Transfer Control Lead Application FCC Form 603 Exhibit 1 Page 5 of 18

This expansion, and the attendant economies of scope and scale, will provide ALLTEL with a stronger footing to compete against other wireless providers for several reasons. Improvements in ALLTEL's network will allow ALLTEL to offer consumers a better product in terms of fewer dropped calls and improved sound quality. The expanded ALLTEL network and subscriber base also will increase the number of consumers that will be able to make free "in-network" calls on ALLTEL's network (*i.e.*, free calls between mobile phone customers of the same wireless provider). Moreover, by combining the companies' networks and other infrastructure, roaming costs of ALLTEL (and thus its existing and new subscribers) will be eliminated in areas in which ALLTEL and the Midwest Subsidiaries have little or no network overlap.

Furthermore, by expanding its facilities-based footprint, ALLTEL becomes a more attractive roaming partner to other wireless carriers. The revenue ALLTEL collects from providing roaming services to other wireless carriers helps it provide quality wireless services to its own subscribers, making ALLTEL a more effective competitor in the wireless marketplace. In addition, subscribers of other wireless carriers benefit from expanded roaming options from ALLTEL.

# B. ALLTEL Will Be Able To Take Advantage Of Additional Operating Synergies

The proposed transaction produces synergies that will strengthen ALLTEL's ability to compete against other wireless carriers. For example, both ALLTEL and the Midwest Subsidiaries use CDMA network technology. Accordingly, ALLTEL will be able to integrate quickly its system and those of the Midwest Subsidiaries and with minimal disruption to customers. Since its inception, ALLTEL successfully has expanded its service footprint and service offerings through multiple acquisitions. In each transaction, ALLTEL has met or exceeded its goals of achieving substantial synergies and economies of scale. ALLTEL expects that it also will do so in this transaction.

The reduction in costs associated with the purchase of network equipment is one example of a synergy produced by the proposed transaction. Equipment prices fluctuate based upon volume. Because ALLTEL will be able to purchase in larger quantities than either it or Midwest Wireless could individually, its costs associated with network equipment will be reduced. Increased volume of purchases also creates the related benefit of providing manufacturers with greater incentive to customize device interfaces to match a wireless carrier's service offerings. Thus, ALLTEL will be better positioned to request and deploy customized handsets.

<sup>&</sup>lt;sup>11</sup> See Implementation of Section 6002(b) of the Omnibus Budget Reconciliation Act of 1993, Tenth Report, WT Docket No. 05-71, FCC 05-173, ¶ 133 (Sept. 30, 2005) ("Tenth CMRS Competition Report") ("Carriers can increase capacity and thereby improve service quality… by acquiring additional spectrum.").

# C. The Proposed Transaction Will Facilitate the Deployment of Advanced Services to Rural Areas

Demand for new, high speed, advanced services is growing, with growth rates for these services exceeding those for wireless voice services.<sup>12</sup> The deployment of advanced services in rural areas, however, generally lags behind urban areas.<sup>13</sup> ALLTEL expects to launch EV-DO in ten or more select markets by the end of 2005.<sup>14</sup> Through the proposed transaction, ALLTEL, which serves more rural areas than any other wireless carrier, will expand its footprint with additional rural areas to which it can deploy advanced services. ALLTEL has significant incentive to deploy such services so it may better compete with other wireless carriers. Specifically, expected increased purchasing power generated by this transaction should reduce the cost of acquiring the equipment to provide advanced services.

# III. TRANSFERRING CONTROL OF MIDWEST WIRELESS TO ALLTEL WILL NOT HARM COMPETITION

The Commission's public interest analysis includes an evaluation of the proposed transaction's impact on competition. Under this analysis, a transaction raises competitive concerns if it "reduce[s] the availability of substitute choices to the point that the merged firm has the incentive and ability... to raise prices" or otherwise engage in anticompetitive behavior. As discussed below, the transfer of control of the Midwest Subsidiaries to ACI raises no significant competitive or anticompetitive concerns.

<sup>&</sup>lt;sup>12</sup> See, e.g., M. Paul Jackson, Demand for wireless-data services bring profits, Winston Salem Journal, Jan. 8, 2005 available at http://www.journalnow.com/servlet/Satellite?pagename= WSJ%2FMGArticle%2FWSJ BasicArticle&c=MGArticle&cid=1031780086601&path=!busine ss&s=1037645507703; Yuki Noguchi and Griff Witte, Wireless Firms Look at Phones as Limitless, The Wash. Post, Feb. 19, 2004, at E1.

<sup>&</sup>lt;sup>13</sup> See Industry Analysis and Technology Division, Federal Communications Commission, High-Speed Services for Internet Access: Status as of December 31, 2004, at 5 (July 2005).

<sup>&</sup>lt;sup>14</sup> See ALLTEL Corp., SEC Form 10-Q, at 20 (Nov. 8, 2005) ("ALLTEL 10-Q").

<sup>&</sup>lt;sup>15</sup> See, e.g., ALLTEL/WWC Order, 20 FCC Rcd at 13064-65.

<sup>&</sup>lt;sup>16</sup> ALLTEL/WWC Order, 20 FCC Rcd at 13066; see also Cingular/AWS Order, 19 FCC Rcd at 21552.

Application for Consent to Transfer Control Lead Application FCC Form 603 Exhibit 1 Page 7 of 18

#### A. Relevant Product Market

The relevant product market for purposes of this competitive analysis consists of all products "that consumers consider reasonably interchangeable for the same purposes." In this case, ALLTEL is acquiring control of the Midwest Subsidiaries, which are primarily engaged in the provision of interconnected mobile voice and mobile data services using 850 MHz band cellular licenses and 1900 MHz band PCS licenses. The Commission has determined previously that interconnected mobile voice and mobile data services should be analyzed in the context of a combined market for mobile telephony services – defined as all interconnected mobile voice and data services provided over cellular, PCS, and specialized mobile radio ("SMR") frequencies. Thus, the Commission has concluded that mobile telephony is the relevant product market for evaluating similar transactions.

The Commission has indicated that it also will evaluate the impact of the proposed transaction on the spectrum market in connection with mobile telephony market transactions. When analyzing the impact of the transaction on the availability of spectrum, the Commission typically evaluates the total amount of spectrum an applicant would hold in the relevant geographic market post-transaction to determine whether these holdings will likely have a significant adverse impact on competition. To assist with this analysis, Schedule B lists all of the markets in which each of ALLTEL and the Midwest Subsidiaries currently holds cellular and PCS licenses and the amount of spectrum ALLTEL will hold post transaction.

## B. Relevant Geographic Market

The relevant geographic market is "the area in which buyers practically can turn for alternative sources of supply, or in which there are sellers who act to restrain the prices charged to those buyers." For purposes of analyzing competition in the mobile telephony product

<sup>&</sup>lt;sup>17</sup> ALLTEL/WWC Order, 20 FCC Rcd at 13067 (quoting United States v. E.I. du Pont de Nemours & Co., 351 U.S. 377, 395 (1956); see also Cingular/AWS Order, 19 FCC Rcd at 21557.

<sup>&</sup>lt;sup>18</sup> Although voice and data services provided over cellular and PCS networks constitute the primary business of the Midwest Subsidiaries, they also hold LMDS, point-to-point microwave service and 39 GHz wireless licenses.

<sup>&</sup>lt;sup>19</sup> See ALLTEL/WWC Order, 20 FCC Rcd at 13067-69; see also Cingular/AWS Order, 19 FCC Rcd at 21553-56, 81, 88.

<sup>&</sup>lt;sup>20</sup> ALLTEL/WWC Order, 20 FCC Rcd at 13071; see also Cingular/AWS Order, 19 FCC Rcd at 21552.

<sup>&</sup>lt;sup>21</sup> Bell Atlantic Mobile Systems, Inc. and NYNEX Mobile Communications Co. Application For Transfer of Control of Eighty-two Cellular Radio Licenses to Cellco Partnership, 10 FCC Rcd 13368 (WTB 1995) (citations omitted) ("Bell Atlantic/NYNEX"), aff'd 12 FCC Rcd 22280

Application for Consent to Transfer Control Lead Application FCC Form 603 Exhibit 1 Page 8 of 18

market, the Commission previously has indicated that the relevant geographic market is neither national nor county-specific.<sup>22</sup> Instead, the Commission has identified two relevant geographic markets – Component Economic Areas ("CEAs") and Cellular Market Areas ("CMAs").<sup>23</sup> Accordingly, ALLTEL and Midwest Wireless provide relevant overlap and aggregation data based upon CMAs and CEAs comprising the relevant License markets.

# C. Transferring Control Of The Midwest Subsidiaries To ALLTEL Will Not Adversely Affect Competition In The Wireless Telephony Market

## 1. Market-Specific Information

With limited exceptions in Minnesota, ALLTEL and the Midwest Subsidiaries serve largely complementary geographic regions, and minimal overlaps occur within their facilities-based service areas. The Licenses overlap with ALLTEL's licenses in 19 CMAs and 12 CEAs.<sup>24</sup> No analysis is required of any other market in which ALLTEL holds wireless licenses, but that do not overlap with those of Midwest Wireless, because no reduction in the number of competitors will occur post-transaction.<sup>25</sup>

(1997); accord 2002 Biennial Regulatory Review – Review of the Commission's Broadcast Ownership Rules and Other Rules Adopted Pursuant to Section 202 of the Telecommunications Act of 1996, 18 FCC Rcd 13620, 13719 n.542 (2003) (describing the "Supreme Court's definition of the relevant geographic market as the region 'in which the seller operates, and to which the purchaser can practicably turn for supplies.' United States v. Grinnell Corp., 384 U.S. 563, 588-89 (1966)").

<sup>&</sup>lt;sup>22</sup> See ALLTEL/WWC Order, 20 FCC Rcd at 13069-70; Cingular/AWS Order, 19 FCC Rcd at 21563.

<sup>&</sup>lt;sup>23</sup> See ALLTEL/WWC Order, 20 FCC Rcd at 13072-73; Cingular/AWS Order, 19 FCC Rcd at 21567.

<sup>&</sup>lt;sup>24</sup> In terms of population ("POPs"), the overlap areas involve less than 2 million POPs. Although the proposed transaction creates wireless license overlaps in 19 CMAs, post-transaction ALLTEL will have overlapping cellular licenses in four CMAs (*i.e.*, ALLTEL will hold both the cellular A and B Block in those CMAs). Overlaps in the other 15 CMAs are due to PCS-PCS or cellular-PCS overlaps. Section 22.942 of the Commission's rules, also known as the cellular cross-interest rule, previously limited the ability of a party to have interests in cellular licenses on different channel blocks in the same RSA. The Commission, however, eliminated the prohibition effective February 14, 2005. *See* 69 Fed. Reg. 75144 (Dec. 15, 2004).

<sup>&</sup>lt;sup>25</sup> See ALLTEL/WWC Order, 20 FCC Rcd at 13066; Cingular/AWS Order, 19 FCC Rcd at 21552.

Application for Consent to Transfer Control Lead Application FCC Form 603 Exhibit 1 Page 9 of 18

The Commission has previously studied the impact of transactions that result in license overlays on market concentration to determine whether potential anticompetitive effects could result.<sup>26</sup> The Commission typically first distinguishes between: (1) overlap areas that would not raise concentration to a level that would raise competitive concerns, and (2) overlap areas that potentially raise competitive concerns and require a more detailed competitive analysis.<sup>27</sup> The Commission has determined that overlaps do not potentially raise competitive issues *unless*:

- The transaction would increase the applicant's spectrum holdings in a relevant geographic market to 70 MHz or more;
- The transaction would increase the Herfindahl-Hirschman Index ("HHI") by 100 or more and the post-transaction HHI would be greater than 2800; or
- The transaction would increase HHI by 250 or more.<sup>28</sup>

The Commission, however, has made clear that this threshold determination merely indicates that further Commission review of a particular market is required, not that a *per se* competitive issue results:

For many markets where the facts of a high subscriber-based HHI and a high change in HHI might seem to suggest a potential competitive problem, there is in fact little likelihood of harm. We find that the presence and capacity of other firms matter more for future competitive conditions than do current subscriber-based market shares.<sup>29</sup>

Under the first criterion above, the proposed transaction will increase the amount of spectrum held by a single entity to 70 MHz or more in only four CMAs and four CEAs.<sup>30</sup> For those CMAs in which ALLTEL will hold 70 MHz or more of spectrum post-transaction, ALLTEL provides additional information below demonstrating that the transaction will not

<sup>&</sup>lt;sup>26</sup> See ALLTEL/WWC Order, 20 FCC Rcd at 13071-75; Cingular/AWS Order, 19 FCC Rcd at 21564-69.

<sup>&</sup>lt;sup>27</sup> See ALLTEL/WWC Order, 20 FCC Rcd at 13074; Cingular/AWS Order, 19 FCC Rcd at 21564-65, 21568-69.

<sup>&</sup>lt;sup>28</sup> See ALLTEL/WWC Order, 20 FCC Rcd at 13073; Cingular/AWS Order, 19 FCC Rcd at 21568-69.

<sup>&</sup>lt;sup>29</sup> Cingular/AWS Order, 19 FCC Rcd at 21579 (emphasis added).

<sup>&</sup>lt;sup>30</sup> For purposes of this analysis, ALLTEL assumes that the first criterion is triggered if it will hold 70 MHz or more in any one county within a CMA post-transaction, even if there are several counties within the same CMA in which ALLTEL will hold less than 70 MHz.

Application for Consent to Transfer Control Lead Application FCC Form 603 Exhibit 1 Page 10 of 18

cause competitive harm. As further discussed below, ALLTEL also holds a non-controlling interest and an option to later acquire controlling interest of certain spectrum in a fifth CMA that would, if exercised, result in it holding 70 MHz or more (CMA492). Although ALLTEL currently does not hold a controlling interest in the affected cellular license, out of an abundance of caution and to ensure the Commission has all the necessary information to act upon this application, additional information is provided below demonstrating that the transaction will not cause competitive harm in that market.

Under the second and third criteria, the Commission typically calculates HHIs using Numbering Resource Utilization Forecast ("NRUF") data and other confidential information supplied by wireless carriers. Because ALLTEL lacks the data to apply the final two criteria, <sup>31</sup> Schedule C lists the competitors in each market in which ALLTEL and the Midwest Subsidiaries have overlapping licenses. <sup>32</sup> Schedule C demonstrates that post-transaction ALLTEL will face competition from at least five facilities-based operators in each CMA.

Each of the CMAs in which there are overlapping licenses is subject to competitive pressure from at least five nationwide and other carriers, whether or not those carriers provide facilities-based service in the overlapping markets.<sup>33</sup> For example, consumers have come to expect and demand nationwide calling plans, regardless of whether their service providers have nationwide, regional or local facilities-based networks. Wireless carriers of all sizes are able to meet this demand through roaming and other arrangements. Thus, nationwide calling plans are not limited to nationwide carriers. Consumers also have become extremely knowledgeable regarding nationwide and other calling plans and can switch to another carrier if a regional or local carrier does not meet their expectations. A study by Econ One provides further evidence that nationwide and urban price trends have acted to constrain prices in rural areas.<sup>34</sup> This study

<sup>&</sup>lt;sup>31</sup> In the *ALLTEL/WWC Order* and *Cingular/AWS Order*, the Commission calculated HHIs using NRUF data and confidential information supplied by CMRS carriers. *See ALLTEL/WWC Order*, 20 FCC Rcd at 13072; *Cingular/AWS Order*, 19 FCC Rcd at 21566-67.

<sup>&</sup>lt;sup>32</sup> CEAs cover a larger geographic area than CMAs, and CMAs present the fewest number of competitors that would be present in any CEA. Accordingly, Schedule C shows competitors based upon the CMAs in which ALLTEL and Midwest Wireless have overlapping licenses.

<sup>&</sup>lt;sup>33</sup> The Commission recently acknowledged that the wireless market includes wireless resellers or MVNOs (Mobile Virtual Network Operators), and satellite providers. *See Tenth CMRS Competition Report*, ¶ 27-28, 35.

<sup>&</sup>lt;sup>34</sup> See See Implementation of Section 6002(b) of the Omnibus Budget Reconciliation Act of 1993, Eighth Report, 18 FCC Rcd 14783, 14791-92, 14837 (2003).

Application for Consent to Transfer Control

Lead Application

FCC Form 603

Exhibit 1

Page 11 of 18

demonstrates that the average price of mobile telephone service in rural areas appears to be very similar to the average price in urban areas.<sup>35</sup>

Each of the geographic areas in which the proposed transaction will increase ALLTEL's spectrum holdings to 70 MHz or more is analyzed in detail below. The analysis shows that robust facilities-based competition will remain in each overlapping area and that approving this transaction will not result in adverse competitive consequences in any of these areas.

## CMA 488 – Minnesota 7 (Chippewa)

Post-consummation, ALLTEL will hold between 70 and 100 MHz of CMRS spectrum in most of CMA488.<sup>36</sup> Transferring control of Midwest Wireless, however, will not significantly lessen competition in this market. ALLTEL will face facilities-based competition from all four nationwide operators (Sprint/Nextel, T-Mobile, Verizon Wireless, and Cingular) and another regional operator (Redwood Wireless).<sup>37</sup> This vigorous competition will constrain ALLTEL from acting in an anticompetitive manner in this market.

## CMA489 - Minnesota 8 (Lac qui Parle)

Post-consummation, ALLTEL will hold between 80 and 110 MHz of CMRS spectrum throughout CMA489.<sup>38</sup> Transferring control of Midwest Wireless, however, will not significantly lessen competition in this market. ALLTEL will face facilities-based competition from all four nationwide operators (Sprint/Nextel, T-Mobile, Verizon Wireless, and Cingular) and two regional operators (Redwood Wireless and Swiftel).<sup>39</sup> This vigorous competition will constrain ALLTEL from acting in an anticompetitive manner in this market.

#### CMA490 – Minnesota 9 (Pipestone)

Post-consummation, ALLTEL will hold between 70 and 105 MHz of CMRS spectrum throughout CMA490.<sup>40</sup> Transferring control of Midwest Wireless, however, will not

<sup>35</sup> Id. at 14791-92.

<sup>&</sup>lt;sup>36</sup> See Schedule B.

<sup>&</sup>lt;sup>37</sup> See Schedule C.

<sup>&</sup>lt;sup>38</sup> See Schedule B.

<sup>&</sup>lt;sup>39</sup> See Schedule C.

<sup>&</sup>lt;sup>40</sup> See Schedule B.

Application for Consent to Transfer Control Lead Application FCC Form 603 Exhibit 1 Page 12 of 18

significantly lessen competition in this market. ALLTEL will face facilities-based competition from all four nationwide operators (Sprint/Nextel, T-Mobile, Verizon Wireless and Cingular) and another regional operator (Redwood Wireless).<sup>41</sup> This vigorous competition will constrain ALLTEL from acting in an anticompetitive manner in this market.

## CMS491 - Minnesota 10 (Le Sueur)

Post-consummation, ALLTEL will hold between 70 and 75 MHz of CMRS spectrum in part of CMA489. Transferring control of Midwest Wireless, however, will not significantly lessen competition in this market. ALLTEL will face facilities-based competition from all four nationwide operators (Sprint/Nextel, T-Mobile, Verizon Wireless, and Cingular) and three regional operators (U.S. Cellular, Redwood Wireless, and Nsighttel Wireless). This vigorous competition will constrain ALLTEL from acting in an anticompetitive manner in this market.

## CMA492 – Minnesota 11 (Goodhue)

ALLTEL currently holds an approximate 49 percent ownership interest in Great Western Cellular Holdings, L.L.C. ("Great Western"), the licensee of the A Block cellular license in CMA492. Pursuant to a spectrum manager lease, ALLTEL has a right to use certain spectrum and facilities of Great Western in that market. ALLTEL also has an option to later acquire the remaining 51 percent ownership interest in Great Western. Post-consummation and in the event ALLTEL later exercises its right to acquire control of Great Western, ALLTEL will hold 75 MHz of CMRS spectrum in part of CMA492. Transferring control of Midwest Wireless, however, will not significantly lessen competition in this market. ALLTEL will face facilities-based competition from all four nationwide operators (Sprint/Nextel, T-Mobile, Verizon Wireless, and Cingular) and four regional operators (U.S. Cellular, Cricket, Nsighttel Wireless, and Skagit Wireless). This vigorous competition will constrain ALLTEL from acting in an anticompetitive manner in this market.

<sup>&</sup>lt;sup>41</sup> See Schedule C.

<sup>&</sup>lt;sup>42</sup> See Schedule B.

<sup>43</sup> See Schedule C.

<sup>44</sup> See Schedule B.

<sup>&</sup>lt;sup>45</sup> See Schedule C.